# **EXHIBIT 1**

## IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF VIRGINIA Richmond Division

ePLUS, INC.,	)
Plaintiff,	) Civil Action No. 3:09-cv-620
v.	)
LAWSON SOFTWARE, INC.	)
Defendant.	) ) )

## <u>DEFENDANT LAWSON SOFTWARE, INC.'S</u> SECOND SUPPLEMENTAL INITIAL STATEMENT OF INVALIDITY DEFENSES

Defendant Lawson Software, Inc. ("Lawson"), by counsel and in accordance with Section V(J)(3) of Pretrial Schedule A to the Court's Scheduling Order (Dkt. 121-2) and the Court's Order of March 30, 2010, hereby submits its initial statement of invalidity defenses. Lawson contends that all claims of the patents-in-suit asserted by Plaintiff ePlus, Inc. ("ePlus") are invalid under 35 U.S.C. § 102 and § 103 based on the prior art as set forth in detail below. Lawson also contends that the asserted claims are invalid under 35 U.S.C. § 101 as directed to non-statutory subject matter, under 35 U.S.C. § 112 ¶ 1 as non-enabled and as failing the written description requirement, and under 35 U.S.C. §112 ¶ 2 as indefinite, all as set forth in detail below.

- I. Invalidity under 35 U.S.C. §102 and § 103 Based on the Prior Art References

  Lawson is asserting the following prior art references anticipate the asserted claims:
  - 1. The Fisher Scientific Requisition and Inventory Management System ("the Fisher RIMS system");

thereof.];	
requisition to generate purchase orders for said selected matching items [a computer which is programmed with special-purpose software modules including a purchasing requisition matching items and selected matching items are great selected matching items are great selected matching items.	e. J-CON system discloses "means for processing the distition to generate one or more purchase orders for the exceed matching items," under ePlus's proposed construction of a phrase. When building a ticket, items are identified as diring a special order. (L0123608.) The system allows the rest to accept (release) and ticket. (L0123495.) The system ld be configured to process purchase orders automatically or hually. (L0123693-95.) The item could be ordered from a mary, secondary, or occasional vendors. (L0123693.)

# J. The J-CON System as Described in the "J-CON Manual" in Combination with P.O. Writer Plus V.10 as Described in the P.O. Writer Plus Version 10 Manual

The J-CON system as described in the "J-CON Manual" in combination with P.O. Writer Plus V.10 as described in the P.O. Writer Plus manual invalidates claims 3, 6, 26, 28, and 29 of the '683 patent, claims 1, 9, 21, 22, and 29 of the '516 patent, and claims, and claim 1 of '172 patent under 35 U.S.C. § 103. For the reasons stated above, The J-CON system as described in

the "J-CON Manual" in combination with P.O. Writer Plus V.10 as described in the P.O. Writer Plus manual qualify as prior art.

The same reason for making the previous two combinations exists for combining the J-CON system as described in the "J-CON Manual" with P.O. Writer Plus V.10 as described in the P.O. Writer Plus manual. The P.O. Writer Plus V.10 as described in the P.O. Writer Plus manual provides the multi-vendor capability demanded by the industry at and before the time of the invention.

The following claim chart shows on an element-by-element, claim-by-claim basis how and where the combination of the J-CON system as described in the "J-CON Manual" and P.O. Writer Plus V.10 as described in the P.O. Writer Plus manual discloses the elements of the asserted claims.

U.S. Patent No. 6,023,683	
Claims	The J-CON System as Described in the "J-CON Manual" in Combination with P.O. Writer Plus V.10 as Described in the P.O. Writer Plus Version 10 Manual
3. An electronic sourcing system comprising:	The P.O. Writer system is an electronic sourcing system. (L0126506).  The J-CON system is an electronic sourcing system. (L0123423).
at least two product catalogs containing data relating to items associated with the respective sources;	The P.O. Writer system had an electronic database for storing multiple catalogs. (L0127571, L0126552 & L0126661-62).
means for selecting the product catalogs to search[a computer which is programmed with special-purpose software modules to execute an algorithm which includes the steps of:  (1) receiving inputted	The P.O. Writer system discloses "means for selecting the product catalogs to search," under ePlus's proposed construction of that phrase. The P.O. Writer system displays a list of CATALOGUE ID'S. (L0126944). The customer then selects a catalogue by scrolling through the list and pressing SHIFT-F3. (L0126944). The selected catalog can then be searched for items beginning with a specified latter using the ITEM DESCRIPTION SEQUENCE – STARTING WITH. (L0126945.) The system will then display all the items in the

information relating to a user's selection of product catalogs to search from among the at least two product catalogs available; and
(2) communicating the

- (2) communicating the input selection to a search engine module; or
- (1) selecting catalogs to be search from among the at least to product catalogs available based on preference or history; and (2) communicating the catalog selection to a search engine program; and structural equivalents thereof.];

selected catalog that start with the specified letters. (L0126946.)

means for searching for matching items among the selected product catalogs [a computer which is programmed with specialpurpose software modules including a search engine module to execute an algorithm with includes the steps of:

(1) receiving search criteria (e.g., catalog number, part number, partial textual description) relating to item(s) to be searched: (2) communicating the search criteria to search engine module; (3) querying certain fields of the item data to locate item records in the selected product catalog matching the search criteria; and (4) outputting items matching the search criteria; and structural equivalents

The P.O. Writer system discloses "means for searching for matching items among the selected product catalogs," under ePlus's proposed construction of that phrase. The P.O. Writer system displays a list of CATALOGUE ID'S. (L0126944). The customer then selects a catalogue by scrolling through the list and pressing SHIFT-F3. (L0126944). The selected catalog can then be searched for items beginning with a specified latter using the ITEM DESCRIPTION SEQUENCE – STARTING WITH. (L0126945.) The selected catalog could also be search by Item Number sequence, Item Description sequence, and Commodity Code sequence. (L0127525). The system will then display all the items in the selected catalog that meet the searched for criteria. (L0126946.)

The J-CON system discloses "means for searching for matching items in the database," under ePlus's proposed construction of that phrase. The system enables a user to enter a partial manufacturer or part number. (L0123472.) The system searches for all part that match the partial information. (L0123473.) If more than one matching part is found, the system displays all the matching parts. (L0123473.)

### thereof.]:

means for building a requisition using data relating to selected matching items and their associated source(s) [a computer which is programmed with specialpurpose software modules to execute an algorithm which includes the steps of:

(1) selecting one or more items from hit lists of catalog items matching search criteria that were returned from searching selected product catalogs; (2) transferring the selected matching item data to a requisition module; and (3) building a requisition using data from the selected matching items to populate certain fields on the requisition from; and structural equivalents thereof.];

The P.O. Writer system discloses "means for building a requisition using data relating to selected matching items and their associated source(s)," under ePlus's proposed construction of that phrase. The P.O. Writer system displays all the items in a selected catalog that meet the searched for criteria. (L0126946.) The user then types in the desired quantity next to the desired item and presses F7 to select the item. (L0126948.) The user may then select another catalog and repeat the process to items from a another catalog. (L0126948.) The system then displays a screen with all the selected items. (L0126949.)

The J-CON system discloses a "means for building a requisition using data relating to selected matching items and their associated source(s)," under ePlus's proposed construction of that phrase. The system displays parts matching a search criteria. (L0123473.) The user may select a part and add the part number to a requisition (ticket). (L0123606). The user may add other parts or display all the parts chose up to that point. (L0123606).

means for processing the requisition to generate one or more purchase orders for the selected matching items
[a computer which is programmed with special-purpose software modules including a purchasing module to execute an algorithm which includes the steps of:
(1) accepting the

requisition; and (2) generating one or more purchase orders based on the data included in the

The P.O. Writer system discloses "means for processing the requisition to generate one or more purchase orders for the selected matching items," under ePlus's construction of that phrase. The P.O. Writer system enables a user to accept a requisition by pressing F4. (L0126950.) Requisitions including items purchased from different vendors are split into different purchase orders by vendor. (L0126976-80).

The J-CON system discloses "means for processing the requisition to generate one or more purchase orders for the selected matching items," under ePlus's proposed construction of that phrase. When building a ticket, items are identified as requiring a special order. (L0123608.) The system allows the user to accept (release) and ticket. (L0123495.) The system could be configured to process purchase orders automatically or manually. (L0123693-95.) The item could be ordered from a primary, secondary, or occasional vendors. (L0123693.)

matching items selected from the items returned from searching selected product catalogs and based on predetermined rules relating to user's	
preferences (e.g., one purchase order to each distinct supplier referenced in the requisition); and structural equivalents thereof.]; and	
means for converting data related to a selected matching item and an associated source to data relating to an item and a different source [a computer which is programmed with special purpose software modules  The	ne P.O. Writer system discloses "means for converting data lated to a selected matching item and an associated source to ta relating to an item and a different source," under ePlus's instruction of that phrase. By pressing F6 the system has the polity to automatically change the vendor of an item on a quisition. (L012976-80).  The J-CON system located interchangeable part from different stalogs are associated with a "competitive part number" in the coss-referencing module InterChange. (L0123625).

·	
associated source with the identical item of generally equivalent item and its different source in a requisition; and structural equivalents thereof.].	
6. An electronic sourcing system comprising:	The Fisher RIMS system is an electronic sourcing system. U.S. Pat. No. 5,712,989 at Abstract & col. 1:15-24 (ePLUS0137677 & ePLUS0137691).  The J-CON system is an electronic sourcing system. (L0123423).
a database containing data relating to items associated with at least two sources;	The Fisher RIMS system could electronically store data related to items from a Distributor, a customer, and multiple third party suppliers and distributors. U.S. Pat. No. 5,712,989 at Fig. 1, col. 3: 10-14, col. 3:18-28, cols. 3:65–4:1 & col. 4:21-26, Table VI (ePLUS0137679 & ePLUS0137692).  The J-CON system includes a database of items from both primary and alternative manufacturers. (L0123613).
means for searching for matching items in the database [a computer which is programmed with special-purpose software modules including a search engine module to execute an algorithm with includes the steps of:  (1) receiving search criteria (e.g., catalog number, part number, partial textual description) relating to	The P.O. Writer system discloses "means for searching for matching items among the selected product catalogs," under ePlus's proposed construction of that phrase. The P.O. Writer system displays a list of CATALOGUE ID'S. (L0126944). The customer then selects a catalogue by scrolling through the list and pressing SHIFT-F3. (L0126944). The selected catalog can then be searched for items beginning with a specified latter using the ITEM DESCRIPTION SEQUENCE – STARTING WITH. (L0126945.) The selected catalog could also be search by Item Number sequence, Item Description sequence, and Commodity Code sequence. (L0127525). The system will then display all the items in the selected catalog that meet the searched for criteria. (L0126946.)
item(s) to be searched; (2) communicating the search criteria to search engine module; (3) querying certain fields of the item data to locate item records in the selected product catalog matching the search criteria; and (4)	The J-CON system discloses "means for searching for matching items in the database," under ePlus's proposed construction of that phrase. The system enables a user to enter a partial manufacturer or part number. (L0123472.) The system searches for all part that match the partial information. (L0123473.) If more than one matching part is found, the system displays all the matching parts. (L0123473.)

outputting items matching the search criteria; and structural equivalents thereof.];	
means for building a requisition using data relating to selected matching items and their associated source(s) [a computer which is programmed with special-purpose software modules to execute an algorithm which includes the steps of: (1) selecting one or more items from hit lists of catalog items matching search criteria that were returned from searching selected product catalogs; (2) transferring the selected matching item data to a requisition module; and (3) building a requisition using data from the selected matching items to populate certain fields on the requisition from; and structural equivalents thereof.];	The P.O. Writer system discloses "means for building a requisition using data relating to selected matching items and their associated source(s)," under ePlus's proposed construction of that phrase. The P.O. Writer system displays all the items in a selected catalog that meet the searched for criteria. (L0126946.) The user then types in the desired quantity next to the desired item and presses F7 to select the item. (L0126948.) The user may then select another catalog and repeat the process to items from a another catalog. (L0126948.) The system then displays a screen with all the selected items. (L0126949.)  The J-CON system discloses a "means for building a requisition using data relating to selected matching items and their associated source(s)." under ePlus's proposed construction of that phrase. The system displays parts matching a search criteria. (L0123473.) The user may select a part and add the part number to a requisition (ticket). (L0123606). The user may add other parts or display all the parts chose up to that point. (L0123606).
means for processing the requisition to generate one or more purchase orders for the selected matching items [a computer which is programmed with special-purpose software modules	The P.O. Writer system discloses "means for processing the requisition to generate one or more purchase orders for the selected matching items," under ePlus's construction of that phrase. The P.O. Writer system enables a user to accept a requisition by pressing F4. (L0126950.) Requisitions including items purchased from different vendors are split into different purchase orders by vendor. (L0126976-80).
including a purchasing module to execute an algorithm which includes the steps of:  (1) accepting the requisition; and	The J-CON system discloses "means for processing the requisition to generate one or more purchase orders for the selected matching items," under ePlus's proposed construction of that phrase. When building a ticket, items are identified as requiring a special order. (L0123608.) The system allows the user to accept (release) and ticket. (L0123495.) The system

(2) generating one or more purchase orders based on the data included in the requisition relating to the matching items selected from the items returned from searching selected product catalogs and based on predetermined rules relating to user's preferences (e.g., one purchase order to each distinct supplier referenced in the requisition); and structural equivalents thereof.]; and

could be configured to process purchase orders automatically or manually. (L0123693-95.) The item could be ordered from a primary, secondary, or occasional vendors. (L0123693.)

means for converting data relating to a selected matching item and an associated source to data relating to an item and a different source [a computer which is programmed with special purpose software modules to execute an algorithm which includes the steps of:

(1) maintaining a cross-reference table or file identifying cross-referenced items, identical items or generally equivalent items and one or more codes corresponding to cross-referenced items, identical items or generally equivalent items;
(2) for a selected matching item, accessing the cross-reference table or file to

identify an identical item or generally equivalent item cross-references to the selected matching item and The P.O. Writer system discloses "means for converting data related to a selected matching item and an associated source to data relating to an item and a different source," under ePlus's construction of that phrase. By pressing F6 the system has the ability to automatically change the vendor of an item on a requisition. (L012976-80).

The J-CON system located interchangeable part from different catalogs are associated with a "competitive part number" in the cross-referencing module InterChange. (L0123625).

associated with a different source; and (3) replacing the selected matching item and its associated source with the identical item of generally equivalent item and its different source in a requisition; and structural equivalents thereof.].	
26. A method comprising the steps of:	
maintaining at least two products catalogs on a database containing data relating to items associated with the respective sources;	The P.O. Writer system had an electronic database for storing multiple catalogs. (L0127571, L0126552 & L0126661-62).
selecting the product catalogs to search;	The P.O. Writer system enabled a user to select a particular product catalog to search using the CATALOGUE ID. (L0126501 & L0126944-46).
searching for matching items among the selected product catalogs;	The P.O. Writer system enabled a user could search for matching items among selected product catalogs by entering search criteria, including item number, item description, and commodity code, that at least partially describes a desired item. (L0127525).
	The J-CON system included a search program for matching items in a database in response to the descriptive information entered by the user. (L0123472).
building a requisition using data relating to selected matching items and their	The P.O. Writer system enabled items from the catalog screen to be selected for requisition by pressing F7. (L0126948).
associated sources;	The J-CON system enabled a user to select items to add to a requisition (ticket). (L0123606).
processing the requisition to generate one or more purchase orders for the selected matching items; and	The P.O. Writer system enabled a purchase order to be created from the requisition list be pressing F4. (L0126950). Requisitions including items purchased from different vendors were split into different purchase orders by vendor. (L0126976).
	The J-CON system could be configured to process purchase orders manually or automatically. (L0123693-99).

determining whether a selected matching item is available in inventory.	The P.O. Writer included an inventory Control Module that enabled tracking of on-hand inventory balances. (L0126633).  The J-CON system enabled a user to determine whether and how many of a particular item was available in stock. (L0123608 & L0123612).
28. A method comprising the steps of:	
maintaining at least two product catalogs on a database containing data relating to items associated with the respective sources;	The P.O. Writer system had an electronic database for storing multiple catalogs. (L0127571, L0126552 & L0126661-62).
selecting the product catalogs to search;	The P.O. Writer system enabled a user to select a particular product catalog to search using the CATALOGUE ID. (L0126501 & L0126944-46).
searching for matching items among the selected product catalogs;	The P.O. Writer system enabled a user could search for matching items among selected product catalogs by entering search criteria, including item number, item description, and commodity code, that at least partially describes a desired item. (L0127525).  The J-CON system included a search program for matching items in a database in response to the descriptive information entered by the user. (L0123472).
building a requisition using data relating to selected matching items and their associated source(s);	The P.O. Writer system enabled items from the catalog screen to be selected for requisition by pressing F7. (L0126948).  The J-CON system enabled a user to select items to add to a requisition (ticket). (L0123606).
processing the requisition to generate one or more purchase orders for the selected matching items; and	The P.O. Writer system enabled a purchase order to be created from the requisition list be pressing F4. (L0126950). Requisitions including items purchased from different vendors were split into different purchase orders by vendor. (L0126976). The J-CON system could be configured to process purchase orders manually or automatically. (L0123693-99).
converting data relating to a selected matching item	During Purchase Order generation on the P.O. Writer system, the vendor listed on the requisition could be automatically

and an associated source to data relating to an item and	converted to different vendors. (L012976-80).
a different source.	The J-CON system located interchangeable part from different catalogs are associated with a "competitive part number" in the cross-referencing module InterChange. (L0123625).
29. The method of claim 28 further comprising the step of determining whether a selected matching item is available in inventory.	The P.O. Writer included an inventory Control Module that enabled tracking of on-hand inventory balances. (L0126633).

U.S. Patent No. 6,055,516	
Claims	The J-CON System as Described in the "J-CON Manual" in Combination with P.O. Writer Plus V.10 as Described in the P.O. Writer Plus Version 10 Manual
1. An electronic sourcing system comprising:	The P.O. Writer system is an electronic sourcing system. (L0126506).  The J-CON system is an electronic sourcing system. (L0123423).
a collection of catalogs of items stored in an electronic format;	The P.O. Writer system had an electronic database for storing multiple catalogs. (L0127571, L0126552 & L0126661-62).
a first set of pre- determined criteria associated with said collection of catalogs;	The P.O. Writer system associated a collection of catalogs with CATALOGUE IDs. (L0127525).
a second set of pre- determined criteria associated with items from each of said catalogs;	The P.O. Writer system associated items with criteria, including item number, item description, and commodity code, that at least partially describes a desired item. (L0127525 & L0127528).  The J-CON system included mechanisms and screen displays for entering product information that was descriptive of items in the parts database. (L0123613).
a catalog selection protocol, said catalog selection protocol relying on said first set of pre- determined criteria to	The P.O. Writer system enabled a user to select a particular product catalog to search using the CATALOGUE ID. (L0126501 & L0126944-46).

select less than said entire collection of catalogs, and including matching a vendor identification code with a subset of said collection of catalogs, wherein said subset of catalogs includes both a vendor catalog from a predetermined vendor and a second catalog from a predetermined third party that is one of a manufacturer and a competing vendor, said predetermined third party selling items corresponding to items in said vendor	
catalog; and a search program, said search program relying on said second set of criteria to select specific items from said catalogs determined from said catalog selection protocol.	The P.O. Writer system enabled a user could search for matching items among selected product catalogs by entering search criteria, including item number, item description, and commodity code, that at least partially describes a desired item. (L0127525).  The J-CON system included a search program for matching
	items in a database in response to the descriptive information entered by the user. (L0123472).
6. An electronic sourcing system as recited in claim 1, wherein said second set of predetermined criteria includes at least one of a catalog number and item textual information.	The P.O. Writer system enabled a user could search for matching items among selected product catalogs by entering search criteria, including item number, item description, and commodity code, that at least partially describes a desired item. (L0127525). The P.O. Writer system anticipates claim 6.
29. An electronic sourcing system comprising:	The P.O. Writer system is an electronic sourcing system. (L0126506).
	The J-CON system is an electronic sourcing system. (L0123423).
a collection of catalogs of items stored in an electronic format;	The P.O. Writer system had an electronic database for storing multiple catalogs. (L0127571, L0126552 & L0126661-62).

a first set of pre- determined criteria associated with said collection of catalogs; a second set of predetermined criteria associated with items from each of said catalogs;	The P.O. Writer system associated a collection of catalogs with CATALOGUE IDs. (L0127525).  The P.O. Writer system associated items with criteria, including item number, item description, and commodity code, that at least partially describes a desired item. (L0127525 & L0127528).  The J-CON system included mechanisms and screen displays for entering product information that was descriptive of items in the parts database. (L0123613).
a catalog selection protocol, said catalog selection protocol relying on said first set of predetermined criteria to select less than said entire collection of catalogs, and including matching a vendor identification code with a subset of said collection of catalogs, wherein said subset of catalogs includes both a vendor catalog from a predetermined vendor and a second catalog from a predetermined third party;	The P.O. Writer system enabled a user to select a particular product catalog to search using the CATALOGUE ID. (L0126501 & L0126944-46).
a search program, said search program relying on said second set of criteria to select specific items from said catalogs determined from said catalog selection protocol; and	The P.O. Writer system enabled a user could search for matching items among selected product catalogs by entering search criteria, including item number, item description, and commodity code, that at least partially describes a desired item. (L0127525).  The J-CON system included a search program for matching items in a database in response to the descriptive information entered by the user. (L0123472).
a cross-reference table linking a vendor item catalog number from said vendor catalog with an item catalog number from	The J-CON system included a cross-reference module. (L0123450 & L0123601).

said predetermined third		
party.		

HC D / AN CERTIFO				
U.S. Patent No. 6,505,172				
	The J-CON System as Described in the "J-CON Manual" in Combination with			
Claims	P.O. Writer Plus V.10 as Described in the			
	P.O. Writer Plus Version 10 Manual			
1. An electronic sourcing system comprising:	The P.O. Writer system is an electronic sourcing system. (L0126506).			
	The J-CON system is an electronic sourcing system. (L0123423).			
a database containing data relating to items associated with at least two vendors maintained so that selected portions of the database may be searched separately;	The P.O. Writer system had an electronic database for storing multiple catalogs. (L0127571, L0126552 & L0126661-62).			
means for entering product information that at least partially describes at least one desired item [ePlus: a computer which is programmed with special-purpose software modules to execute an algorithm which includes the step pf receiving certain information, (e.g., catalog number, part number, partial text, etc.) to at least partially describe at least on desired item; and structural equivalents there of];	The P.O. Writer system discloses " means for entering product information that at least partially describes at least one desired item," under ePlus's proposed construction of that phrase. The user can search as selected catalog for items beginning with a specified latter using the ITEM DESCRIPTION SEQUENCE – STARTING WITH. (L0126945.) The selected catalog could also be search by Item Number sequence, Item Description sequence, and Commodity Code sequence. (L0127525).  The J-CON system included mechanisms and screen displays for entering product information that was descriptive of items in the parts database. (L0123613).			
means for searching for matching items that match the entered product information in the selected portions of the database	The P.O. Writer system discloses "means for searching for matching items that match the entered product information in the selected portions of the database," under ePlus's proposed construction of that phrase. The P.O. Writer system displays a list of CATALOGUE ID'S. (L0126944). The customer then			

[a computer which is programmed with specialpurpose software modules including a search engine module to execute an algorithm with includes the steps of:

(1) receiving search criteria (e.g., catalog number, part number, partial textual description) relating to item(s) to be searched; (2) communicating the search criteria to search engine module; (3) querying certain fields of the item data to locate item records in the selected product catalog matching the search criteria; and (4) outputting items matching the search criteria; and structural equivalents thereof.];

selects a catalogue by scrolling through the list and pressing SHIFT-F3. (L0126944). The selected catalog can then be searched for items beginning with a specified latter using the ITEM DESCRIPTION SEQUENCE – STARTING WITH. (L0126945.) The selected catalog could also be search by Item Number sequence, Item Description sequence, and Commodity Code sequence. (L0127525). The system will then display all the items in the selected catalog that meet the searched for criteria. (L0126946.)

The J-CON system discloses "means for searching for matching items that match the entered product information in the selected portions of the database," under ePlus's proposed construction of that phrase. The system enables a user to enter a partial manufacturer or part number. (L0123472.) The system searches for all part that match the partial information. (L0123473.) If more than one matching part is found, the system displays all the matching parts. (L0123473.)

order list that includes at least one matching item selected by said means for searching [a computer which is programmed with specialpurpose software modules

means for generating an

programmed with specialpurpose software modules to execute an algorithm which includes the steps of: (1) displaying a hit list of

- results of a search corresponding to items matching the entered product information; (2) selecting one or more items form the hit list for inclusion in an order list; and
- (3) generating an order list containing data related to

The P.O. Writer system discloses "means for generating an order list that includes at least one matching item selected by said means for searching "under ePlus's proposed construction of that phrase. The P.O. Writer system displays all the items in a selected catalog that meet the searched for criteria. (L0126946.) The user then types in the desired quantity next to the desired item and presses F7 to select the item. (L0126948.) The user may then select another catalog and repeat the process to items from a another catalog. (L0126948.) The system then displays a screen with all the selected items. (L0126949.)

The J-CON system discloses a "means for generating an order list that includes at least one matching item selected by said means for searching" under ePlus's proposed construction of that phrase. The system displays parts matching a search criteria. (L0123473.) The user may select a part and add the part number to a requisition (ticket). (L0123606). The user may add other parts or display all the parts chose up to that point. (L0123606).

the selected matching items; and structural equivalents thereof."]; means for building a requisition that uses data obtained from said database relating to selected matching items on said order list [a computer which is programmed with special-purpose software modules to execute an algorithm which includes the steps of:  (1) transferring data relating to selected matching itemds included on an order list to a requisition programs; and (2) building a requisition using data from the selected matching items on the order list to populate certain fields on the requisition form; and structural equivalents thereof.];	The P.O. Writer system discloses " means for generating an order list that includes at least one matching item selected by said means for searching " under ePlus's proposed construction of that phrase. The P.O. Writer system displays all the items in a selected catalog that meet the searched for criteria. (L0126946.) The user then types in the desired quantity next to the desired item and presses F7 to select the item. (L0126948.) The user may then select another catalog and repeat the process to items from a another catalog. (L0126948.) The system then displays a screen with all the selected items. (L0126949.)  The J-CON system discloses a "means for building a requisition that uses data obtained from said database relating to selected matching items on said order list" under ePlus's proposed construction of that phrase. The system displays parts matching a search criteria. (L0123473.) The user may select a part and add the part number to a requisition (ticket). (L0123606). The user may add other parts or display all the parts chose up to that point. (L0123606).
means for processing said requisition to generate purchase orders for said selected matching items [a computer which is programmed with special-purpose software modules including a purchasing module to execute an algorithm which includes the steps of:  (1) accepting the requisition; and (2) generating one or more purchase orders based on the data included in the requisition relating to the	The P.O. Writer system discloses "means for processing the requisition to generate one or more purchase orders for the selected matching items," under ePlus's construction of that phrase. The P.O. Writer system enables a user to accept a requisition by pressing F4. (L0126950.) Requisitions including items purchased from different vendors are split into different purchase orders by vendor. (L0126976-80).  The J-CON system discloses "means for processing said requisition to generate purchase orders for said selected matching items," under ePlus's proposed construction of that phrase. When building a ticket, items are identified as requiring a special order. (L0123608.) The system allows the user to accept (release) and ticket. (L0123495.) The system could be configured to process purchase orders automatically or manually. (L0123693-95.) The item could be ordered from a primary, secondary, or occasional vendors. (L0123693.)

matching items selected
from the items returned
from searching selected
product catalogs and based
on predetermined rules
relating to user's
preferences (e.g., one
purchase order to each
distinct supplier referenced
in the requisition); and
structural equivalents
thereof.].

### II. Invalidity under 35 U.S.C. § 101 as Direct to Non-Statutory Subject Matter

Lawson contends that claims 26 and 28 of the '683 patent and claims 1, 2, 6, 9, and 21 of the '516 patent are invalid under 35 U.S.C. § 101 as directed to non-statutory subject matter. Specifically, those claims are directed to methods that neither are tied to a particular machine nor transform a particular article. <u>In re Bilski</u>, 545 F.3d 943, 954 (Fed. Cir. 2008).

The following claim chart shows on an element-by-element, claim-by-claim basis how the claims are directed to non-statutory subject matter.

U.S. Patent No. 6,023,683			
Claims	35 U.S.C. § 101		
26. A method comprising the steps of:	Claim 26 is directed to a process without any meaningful limitations directed to a particular machine or transformation of a particular article.		
maintaining at least two products catalogs on a database containing data relating to items associated with the respective sources;	This limitation does not impose any meaningful machine limitations as "database" and "catalogs" are not necessarily an electronic compilation of data and, in any event, storage of an electronic compilation of data on a computer would be insignificant extra-solution activity.		
selecting the product catalogs to search;	This limitation does not impose any meaningful machine limitations as the specification does not disclose any physical structure corresponding to this limitation.		
searching for matching	This limitation does not impose any meaningful machine		

Dated: April 9, 2010

#### LAWSON SOFTWARE, INC

By: Logato

Daniel McDonald (admitted *pro hac vice*)
William D. Schultz (admitted *pro hac vice*)
Rachel C. Hughey (admitted *pro hac vice*)
Andrew J. Lagatta (admitted *pro hac vice*)
Joshua P. Graham (admitted *pro hac vice*)

MERCHANT & GOULD P.C.

3200 IDS Center 80 South Eighth Street Minneapolis, MN 55402 Telephone: (612) 332-5300 Facsimile: (612) 332-9081

Dabney J. Carr, IV (VSB No. 28679) Robert A. Angle (VSB No. 37691)

Troutman Sanders LLP 1001 Haxall Point Richmond, VA 23219 Telephone: (804) 697-1200 Facsimile: (804) 697-1339

Counsel for Defendant Lawson Software,

Inc.